

COMMITTEE COMMENT: This section is a new provision added to parallel provisions commonly found in law related to financial institutions.

"Savings and loan association" is defined in § 9-101 of this title.

9-417. RESERVED.

9-418. RESERVED.

9-419. INVESTMENTS AUTHORIZED.

(A) INVESTMENTS.

SUBJECT TO THE REGULATIONS OF THE BOARD OF COMMISSIONERS, A SAVINGS AND LOAN ASSOCIATION MAY INVEST IN ANY OF THE FOLLOWING TYPES OF INVESTMENTS:

(1) ANY MORTGAGE ON REAL PROPERTY THAT IS A FIRST OR SECOND LIEN ON PROPERTY;

(2) ANY PARTICIPATION INTEREST IN A MORTGAGE;

(3) ANY LOAN THAT IS SECURED BY ANY SAVINGS ACCOUNTS IN THE ASSOCIATION TO THE EXTENT OF THE WITHDRAWAL VALUE OF THE RESPECTIVE ACCOUNT;

(4) ANY GROUND RENT IN THIS STATE;

(5) ANY GENERAL OBLIGATION OF, OR OBLIGATION GUARANTEED AS TO PRINCIPAL AND INTEREST BY, OR OTHER INSTRUMENT OF:

(I) THIS STATE OR ANY OF ITS POLITICAL SUBDIVISIONS OR AGENCIES; OR

(II) THE FEDERAL GOVERNMENT OR ANY OF ITS AGENCIES OR INSTRUMENTALITIES;

(6) ANY GENERAL OBLIGATION OF, OR GUARANTEED AS TO PRINCIPAL AND INTEREST BY, ANY OTHER STATE IF:

(I) THE BOARD OF COMMISSIONERS APPROVES;
AND

(II) THE INVESTMENT IS NOT MORE THAN 5 PERCENT OF THE ASSOCIATION'S SAVINGS LIABILITY;

(7) REAL PROPERTY THAT IS:

(I) REASONABLY ANTICIPATED TO BE NECESSARY OR CONVENIENT TO CONDUCT ITS BUSINESS, WHETHER OR NOT THE PROPERTY IS ALSO INCOME PRODUCING IN PART;

(II) BOUGHT AT AUCTION SALE IF THE ASSOCIATION HAS ANY LIEN OR CLAIM ON THE PROPERTY;